Case 3:18-cv-00725-SI Document 1-5 Filed 04/24/18 Page 1 of 42 3/26/2018 2:26 PW 18CV10235

1 2 3 4 5 6 IN THE CIRCUIT COURT OF THE STATE OF OREGON 7 FOR THE COUNTY OF COLUMBIA 8 THE H.D.D. COMPANY, INC., A CORPORATION Case No. 18CV10235 OF OREGON, an Oregon corporation, 9 **COMPLAINT** Plaintiff, 10 (Foreclosure of Construction Lien, Breach of Contract, Quantum Meruit, vs. 11 and Private Prompt Payment) Fee schedule: ORS 21.160(1)(d) 12 SNC-LAVALIN CONSTRUCTORS INC., a Delaware Claim: \$5,047,119.46 corporation; and NATIONAL UNION FIRE 13 INSURANCE COMPANY OF PITTSBURGH, PA, a **Claim Not Subject to Mandatory** Pennsylvania corporation, Bond No. 346-142, 14 <u>Arbitration</u> 15 Defendants. 16 17 **GENERAL ALLEGATIONS** 18 Plaintiff The H.D.D. Company, Inc., A Corporation of Oregon ("HDD") alleges as follows: 19 1. 20 At all material times, HDD is and was an Oregon corporation conducting business in 21 Columbia County, Oregon and properly licensed and endorsed as a construction contractor in 22 the State of Oregon. 23 2. At all material times, defendant SNC-Lavalin Constructors Inc. ("SNC-Lavalin") is and was 24 25 a Delaware corporation conducting business in Columbia County, Oregon. 26

1 3. 2 At all material times, defendant SNC-Lavalin was the general contractor for a project 3 commonly known as the North Mist Expansion project, located in Columbia County, Oregon, 4 and more fully described in Exhibit 1 attached hereto (the "Property"). 5 4. 6 At all material times, defendant National Union Fire Insurance Company of Pittsburgh, 7 PA ("NUFIC") was and is a Pennsylvania corporation transacting business as a surety in the State 8 of Oregon. NUFIC is the surety on Bond No. 346-142. 9 5. 10 At all material times, certain improvements (the "Improvement") have been constructed on or under the Property. The whole of the Property is necessary for the convenient use and 11 occupation of the Improvement. 12 13 6. 14 HDD was a subcontractor to SNC-Lavalin for the construction of the Improvement. On or about April 3, 2017, SNC-Lavalin entered into a written subcontract (the "Subcontract") with 15l 16 HDD whereby it requested and employed HDD to furnish certain labor, materials, and equipment for the construction of the Improvement and agreed to make payment to HDD 17 therefore. 18l 19 7. 20

From on or about July 1, 2017 through on or about November 17, 2017, at the specific request of SNC-Lavalin, HDD performed labor upon, and furnished equipment and materials used in the construction of the Improvement and incorporated in the Improvement for the benefit of the Improvement and the Property.

8.

During the course of construction of the Improvement, SNC-Lavalin made changes and additions to HDD's work. The total unpaid amount for work performed by HDD is

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\$5,047,119.46.

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9.

HDD has fully performed all of the terms and conditions of the Subcontract and all conditions precedent on its part to be performed or otherwise has been excused from the same.

FIRST CLAIM FOR RELIEF

(Foreclosure of Construction Lien)

For a <u>First Claim for Relief</u> against defendants SNC-Lavalin and NUFIC, HDD alleges as follows:

10.

HDD incorporates and re-alleges paragraphs 1 through 9.

11.

On January 22, 2018, within seventy-five (75) days after the last date on which HDD furnished labor, materials and/or equipment to be used or incorporated in the Improvement, HDD filed with the recording officer of Columbia County, Oregon a claim of construction lien containing true statements of its demand after deducting all just credits and offsets, the name of the owner or reputed owner of the real property and Improvement, and the name of the person who employed HDD to furnish said labor, materials and/or equipment and to perform said Subcontract, together with the description of the real property to be charged with a lien sufficient for identification, including the address, which claim of lien was verified with the oath of a person having knowledge of the facts (the "Lien"). A true and correct copy of the Lien is attached hereto as Exhibit 1 and incorporated by reference as if fully set forth herein.

12.

Within twenty (20) days after the date of filing the Lien, HDD caused a notice to be mailed to all proper parties by certified mail, return receipt requested, stating that a claim of lien had been filed and enclosing true copies thereof. Pursuant to ORS 87.057, more than ten

(10) days prior to the date on which it commenced this foreclosure action, HDD caused to be transmitted a written notice to all proper parties of its intent to foreclose the Lien unless payment was made within ten (10) days.

13.

After deducting all just credits or offsets to which SNC-Lavalin is entitled, HDD is owed the sum of \$5,047,119.46, together with interest thereon at the highest rate allowed by law from the date due until the date paid, which remains due and owing from SNC-Lavalin to HDD and is the agreed and reasonable value of the labor, materials and equipment performed and furnished by HDD.

14.

HDD is further entitled to an award of its reasonable attorney fees and costs, including the fee for recording the Lien, and the cost for the title reports ordered as a result of this action.

15.

On February 16, 2018, defendant SNC-Lavalin, as principal, and defendant NUFIC, as surety, filed with the Recording Officer of Columbia County, Oregon as Document No. 2018-001397 and served Bond Number 346-142 pursuant to ORS 87.076, et. seq., a copy of which is attached hereto and incorporated herein as Exhibit 2 (the "Bond"). The Bond has the effect of freeing the Improvement and Property from the Lien, and the Lien now attaches to the Bond. The Bond was executed by defendants SNC-Lavalin and NUFIC and binds both of them to pay all amounts due and owing HDD up to the full penal sum of the Bond for HDD's work on the Project, including but not limited to its attorney fees and costs.

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1	SECOND CLAIM FOR RELIEF		
2	(Breach of Contract)		
3	For a <u>Second Claim for Relief</u> against defendant SNC-Lavalin, HDD alleges as follows:		
4	16.		
5	HDD incorporates and re-alleges paragraphs 1 through 3, and 5 through 15.		
6	17.		
7	HDD performed all of the work in accordance with the terms of the Subcontract or		
8	otherwise been excused from the same.		
9	18.		
10	SNC-Lavalin breached the Subcontract by:		
11	a) Failing and refusing to pay HDD all amounts due under the Subcontract;		
12	b) Failing to make timely progress payments;		
13	c) Failing to issue change orders in accordance with the Subcontract; and		
14	d) Failing to make timely final payment.		
15	19.		
16	As a result of SNC-Lavalin's breaches of the Subcontract, and after deducting all credits		
17	or offsets to which SNC-Lavalin is entitled, HDD has been damaged in the sum of \$5,047,119.46,		
18	which remains due and owing from SNC-Lavalin to HDD, together with attorney fees and		
19	interest thereon at the highest rate allowed by law from the date due until the date paid.		
20	THIRD CLAIM FOR RELIEF		
21	(Quantum Meruit)		
22	For a <u>Third Claim for Relief</u> against defendant SNC-Lavalin, HDD alleges as follows:		
23	20.		
24	HDD incorporates and re-alleges paragraphs 1 through 3, 5, 7, and 8.		
25	21.		
26	HDD, at the request of SNC-Lavalin, furnished certain goods and services necessary for		

the construction of portions of the Improvement, and SNC-Lavalin benefited from such goods 2 and services. 3 22. 4 SNC-Lavalin would be unjustly enriched were it permitted to retain the goods and 5 services provided to it by HDD without payment. 6 23. 7 SNC-Lavalin is therefore now indebted to HDD in the sum of not less than 8 \$5,047,119.46, plus interest thereon at the highest rate allowed by law from the date due until 9 the date paid, which is the reasonable value of the goods and services rendered to SNC-Lavalin 10 by HDD. 11 FOURTH CLAIM FOR RELIEF 12 (Private Prompt Payment) 13 For a Fourth Claim for Relief against defendant SNC-Lavalin, HDD alleges as follows: 14 24. 15 HDD incorporates and re-alleges paragraphs 1 through 3, and 5 through 23. 16 25. Pursuant to ORS 701.630, HDD is entitled to interest on all amounts due and owing it 17 from SNC-Lavalin at the rate specified in ORS 701.630(6). 18 19 26. 20 Pursuant to ORS 701.630(7), HDD is also entitled to its costs and reasonable attorney 21 fees incurred in collecting interest. 22 27. 23 **MEDIATION** 24 The Subcontract provides for mediation of all disputes. HDD has communicated its 25 request to mediate this dispute to SNC-Lavalin, and remains amenable to mediation. 26

1 28. 2 **ARBITRATION** 3 The Subcontract between the parties also provides for arbitration of all disputes. In 4 accordance with the Subcontract, this matter should be abated and transferred to private 5 binding arbitration. 6 WHEREFORE, HDD prays for judgment as follows: 7 1. On its First Claim for Relief: 8 a) Foreclosing the Lien, which is attached to the Bond, in the amount of \$5,047,119.46, 9 plus interest thereon at the highest rate allowed by law from the date due until the date paid, 10l together with HDD's reasonable attorney fees, and other costs and disbursements incurred herein; and 11 12 b) For an order that the above-described sums be paid and satisfied out of the Bond; 13 and 14 2. On its Second Claim for Relief, for judgment against SNC-Lavalin in the sum of \$5,047,119.46, plus interest thereon at the highest rate allowed by law from the date 15l 16 due until the date paid, together with HDD's reasonable attorney fees, and other costs and disbursements incurred herein; and 17 3. 18 On its Third Claim for Relief, for judgment against SNC-Lavalin in the sum 19 of \$5,047,119.46, plus interest thereon at the highest rate allowed by law from the date due 20 until the date paid, together with HDD's costs and disbursements incurred herein; 21 4. On its Fourth Claim for Relief, for a judgment against SNC-Lavalin in the sum of \$5,047,119.46, plus interest thereon at the highest rate allowed by law from the date due until the date paid, together with HDD's reasonable attorney fees, and other costs and 23 disbursements incurred herein; and 24

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1	5.	Any other relief to which HDD is entitled or which the Court deems just
2	and proper.	
3	DATED:	March 26, 2018
4		SEIFER, YEATS, ZWIERZYNSKI & GRAGG, LLP
5		s/ Dan Gragg
6		Dan Gragg, OSB 96066
7		gragg@seifer-yeats.com Tara M. Johnson, OSB 064356
8		taraj@seifer-yeats.com
		Andrew MacKendrick, OSB 141022 amm@seifer-yeats.com
9		Of Attorneys for The H.D.D. Company, Inc. A Corporation
10		of Oregon
11		Trial Attorney: Dan Gragg, OSB 96066
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The H.D.D. Company, Inc., a Corporation of Oregon 3161 Cameron Park Drive Suite 215 Cameron Park, CA 95682-1028

Lien Claimant

Northwest Natural Gas Company 220 NW 2nd Avenue Portland, Oregon 97209

Portland General Electric Company 121 SW Salmon Street Portland, Oregon 97204

Owner(s)

After recording, return to:
Dan Gragg
Seifer, Yeats, Zwierzynski & Gragg, LLP
121 SW Morrison St., Suite 1025
Portland, OR 97204

COLUMBIA COUNTY, OREGON 2018-00614 MR-CL
Cnt=1 Pgs=14 HUSERB 01/22/2018 04:22:00 PM \$70.00 \$11.00 \$20.00 \$101.00

I, Elizabeth E. Huser, County Clerk for Columbia County, Oregon, certify that the instrument identified herein was recorded in the Clerk

Elizabeth E. Huser - County Clerk

First American Title Accommodation Recording Assumes No Liability

FATCO: NWA1801-010

CLAIM OF CONSTRUCTION LIEN (Amount of Lien - \$5,047,119.46)

KNOW ALL PERSONS BY THESE PRESENTS, that The H.D.D. Company, Inc. a Corporation of Oregon, hereinafter called Claimant, has performed labor, transported and furnished materials and/or rented equipment under a contract between Claimant and SNC-Lavalin Constructors Inc., which was the owner's construction agent, general contractor, and/or entity having charge of the construction for that certain improvement commonly known as the North Mist Expansion Project ("the Project"), and situated upon certain land located in the County of Columbia, State of Oregon, which is the site of the improvement, all as more particularly described in Attachment A to this lien.

The name of the owners or reputed owners of the land, or other interest in the real property, are: Northwest Natural Gas Company and Portland General Electric Company.

The name of the owners or reputed owners of the improvement are: Northwest Natural Gas Company and Portland General Electric Company.

The names of the persons who employed Claimant, and to whom materials were furnished and for whom labor was performed and equipment rented, are SNC-Lavalin Constructors Inc.

The persons just named, at all times herein mentioned, had knowledge of the construction.

Claimant commenced performance of its contract on about July 1, 2017, provided and furnished all labor, materials and equipment required by the contract and actually used in the construction of the improvement, and completed the contract, change orders, and other directed additional work on about November 17, 2017, after which Claimant ceased to provide labor, transport or furnish materials and/or rent equipment for the improvement.

The following is a true statement of Claimant's demand after deducting all just credits and offsets, to wit:

· · · · ·

The agreed and reasonable value of claimant's labor,

materials and equipment, and the contract price

including change orders and proper extras is in the sum of Recording fees \$\,5,960,252.29\$\$

Total \$5,960,308.29\$\$
Less, all just credits and offsets \$\,913,188.83\$\$

Balance due claimant \$5,047,119.46*\$

(which includes labor in the amount of \$2,249,641.43, materials in the amount of \$918,829.22, and equipment of in the amount of \$1,872,757.94)

Claimant claims a perfected lien for the amount last stated upon the improvement and upon the site, to wit: the improvement itself and the land upon which the improvement is constructed, together with the land that may be required for the convenient use and occupation of the improvement constructed on the site, to be determined by the court at the time of the foreclosure of this lien, including without limitation that portion of the Project consisting of the 16" natural gas pipeline and the associated HDPE and steel conduit for fiber optic cable, extending from the southern most point of HDD Crossing/Bore #1 to the northern most point of HDD Crossing/Bore #8, together with any and all right, title and interest of Northwest Natural Gas Company and/or Portland General Electric Company in the construction right-of-way, easement, or other property interest within which the pipeline and fiber optic cable are located.

Dated this 19th day of January, 2018

THE H.D.D. COMPANY, INC., A CORPORATION OF OREGON

Jeremy King

Its: Vice President

STATE OF California)
County of El Derado) ss.

I, Jeremy King, being first duly sworn, depose and say: I am the authorized representative of Claimant named in the foregoing instrument. I have knowledge of the facts set forth therein. All statements made in this instrument are true and correct as I verily believe.

Jeremy King

Subscribed and sworn to before me on the 1913 day of January, 2018 by Jeremy King.

WENDY BROOKE COMM. #2142344 & Notary Public - California & El Dorado County Comm. Expires Feb 11, 2020

Notary Public for State 06 California
My commission expires: Feb 11 2020

^{*} Together with attorney fees and interest on the principal balance of \$5,047,119.46 at: (1) the rate of 18% per annum pursuant to ORS 701.625; (2) the rate of 12% per annum pursuant to ORS 701.420; or (3) the legal rate of 9% per annum from the date due until paid, whichever is greater.

JURAT

A notary public or other officer completing this certificate verifies only the identity of the individual who signed the document to which this certificate is attached, and not the truthfulness, accuracy, or validity of that document.

Additional information

is attached, and not the truthlaness, accuracy, or validity of that document.				
State of California				
County of El Dorado	-			
Subscribed and sworn to (or affirmed)	before me on this 19th day of January,			
2018 by Jeremy King				
proved to me on the basis of satisfactor before me. Levay Brodle Signature	WENDY BROOKE COMM. #2142344 Sel Dorado County Comm. Expires Feb 11, 2020			
OPTIONAL INFORMATION	INSTRUCTIONS			
DESCRIPTION OF THE ATTACHED DOCUMENT Claim of Construction Lien	The wording of all Jurats completed in California after January 1, 2015 must be in the form as set forth within this Jurat. There are no exceptions. If a Jurat to be completed does not follow this form, the notary must correct the verbiage by using a jurat stamp containing the correct wording or attaching a separate jurat form such as this one with does contain the proper wording. In addition, the notary must require an oath or affirmation from the document signer regarding the truthfulness of the contents of the document. The document must be signed AFTER the oath or affirmation. If the document was previously signed, it must be re-signed in front of the notary public during the jurat process.			
(Title or description of attached document)	State and county information must be the state and county where the			
(Title or description of attached document continued)	 document signer(s) personally appeared before the notary public. Date of notarization must be the date the signer(s) personally appeared which must also be the same date the jurat process is 			
Number of Pages Document Date	 Print the name(s) of the document signer(s) who personally appear at the time of notarization. 			

· Signature of the notary public must match the signature on file with the

 The notary seal impression must be clear and photographically reproducible. Impression must not cover text or lines. If seal impression smudges, re-seal if a sufficient area permits, otherwise complete a

different document.

· Securely attach this document to the signed document with a staple.

pages and date.

Additional information Is not required but could help to ensure this jurat is not misused or attached to a

Indicate title or type of attached document, number of

office of the county clerk.

different jurat form.

ATTACHMENT A

Claim of Construction Lien of The HDD Company, Inc.

North Mist Expansion Project

General Description of the Improvement and Work Performed by Claimant: The North Mist Expansion Project ("the Project") is generally described as construction of a new natural gas compressor station and an approximately 13 mile long natural gas transmission pipeline to connect the new compressor station with the Portland General Electric (PGE) Port Westward Industrial Park, north of Clatskanie. Claimant furnished labor, equipment and materials used in the construction of the pipeline portion of the Project, more specifically labor, equipment and materials to drill and install by horizontal directional drilling approximately 24,852 feet of 16" steel pipe for conveyance of natural gas, together with associated HDPE and steel conduit for fiber optic cable, at eight separate locations along the pipeline route.

<u>Location of the Eight Crossings Installed by Claimant by directional drilling</u>: The entry and exit points for each of the eight crossings constructed by Claimant are stated below.

HDD Crossing/Bore #1

Entry LAT. N46* 07'18.4386"

LONG. W123* 13'56.2638"

N. 906833.77580

E. 7509335.48600

Exit LAT.N46* 06'59.6953"

LONG. W123* 14'02.9917"

N. 904952.15267

E. 7508797.57950

Length 1,957' (approximate)

HDD Crossing/Bore #2

Entry LAT. N46* 07'18.4386"

LONG. W123* 13'56.2638"

N. 906833.77580

E. 7509335.48600

Exit LAT. N46* 07'28.4224"

LONG. W123* 13'14.2133"

N. 907744.64817

E. 7512330.01627

Length 3,130' (approximate)

HDD Crossing/Bore #3

Entry LAT. N46* 07'54.4786"

LONG. W123* 12'57.9613"

N. 910344.21281

E. 7513562.87382

Exit LAT. N46* 07'28.4324"

LONG. W123* 13'14.1715" N. 907745.55448 E. 7512332.99583 Length 2,875' (approximate)

HDD Crossing/Bore #4

Entry LAT. N46* 07'58.1397"

LONG, W123* 12'37.9562"

N. 910667.57145 E. 7514983.49189

Exit LAT. N46* 08'34.5155"

LONG. W123* 12'38.0153"

N. 914350.63490 E. 7515102.94312

Length 3,685' (approximate)

HDD Crossing/Bore #5

Entry LAT. N46* 08'34.5933"

LONG. W123* 12'37.9439"

N. 914358.33868 E. 7515108.22611

Exit LAT, N46* 09'04.2077"

LONG. W123* 12'05.9899"

N. 917281.36516

E. 7517457.35707

Length 3,750' (approximate)

HDD Crossing/Bore #6

Entry LAT. N46* 09'04.2292"

LONG. W123* 12'05.9667"

N. 917283.48741

E. 7517459.06265

Exit LAT. N46* 09'35.0629"

LONG. W123* 11'32.7965"

N. 920327.39242

E. 7519897.22636

Length 3,900' (approximate)

HDD Crossing/Bore #7

Entry LAT. N46* 10'03.9493"

LONG. W123* 11'03.7462"

N. 923184.07027

E. 7522038.32226

Exit LAT. N46* 09'35.0629"

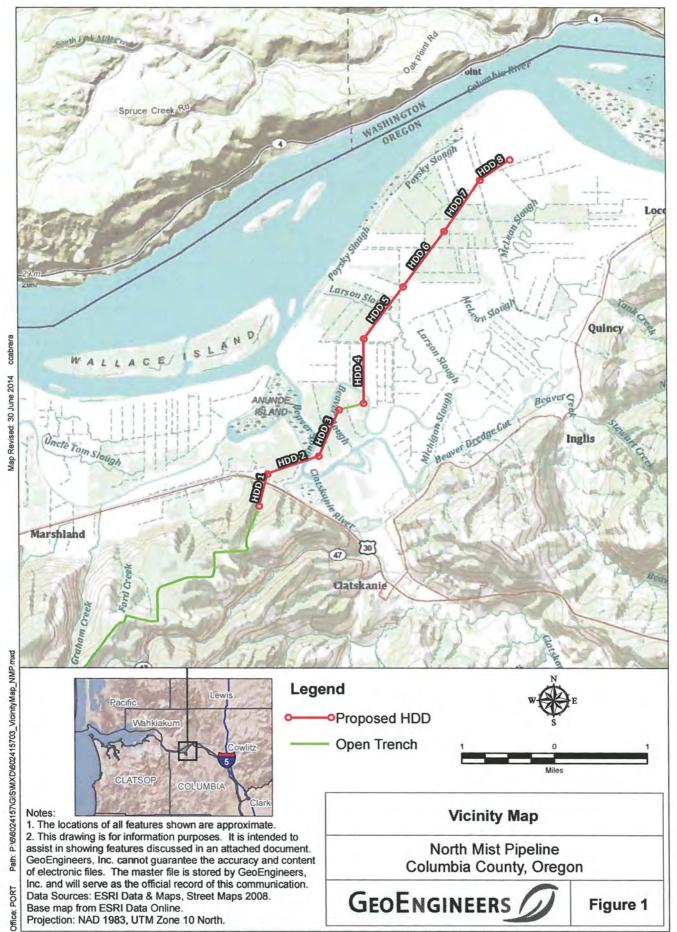
LONG. W123* 11'32.7965" N. 920327.39242 E. 7519897.22636 Length 3,570' (approximate)

HDD Crossing/Bore #8

Entry LAT. N46* 10'03.9910"
LONG. W123* 11'03.7042"
N. 923188.19302
E. 7522041.41204
Exit LAT. N46* 10'15.1410"
LONG. W123* 10'40.5129"
N. 924262.95528
E. 7523710.27725
Length 1,985' (approximate)

At the location of each HDD crossing/bore, the 16" steel natural gas pipeline and the associated HDPE and the steel conduit for fiber optic cable extend in approximately a straight line between the entry point to the exit point at various depths, within a 10' construction right-of-way, easement, or other property interest owned or acquired by Northwest Natural Gas Company and/or Portland General Electric Company.

The locations of the Project and the eight HDD crossings/bores constructed by Claimant are further identified in the drawingsattached hereto and identified as Exhibit 1 to this Attachment A.



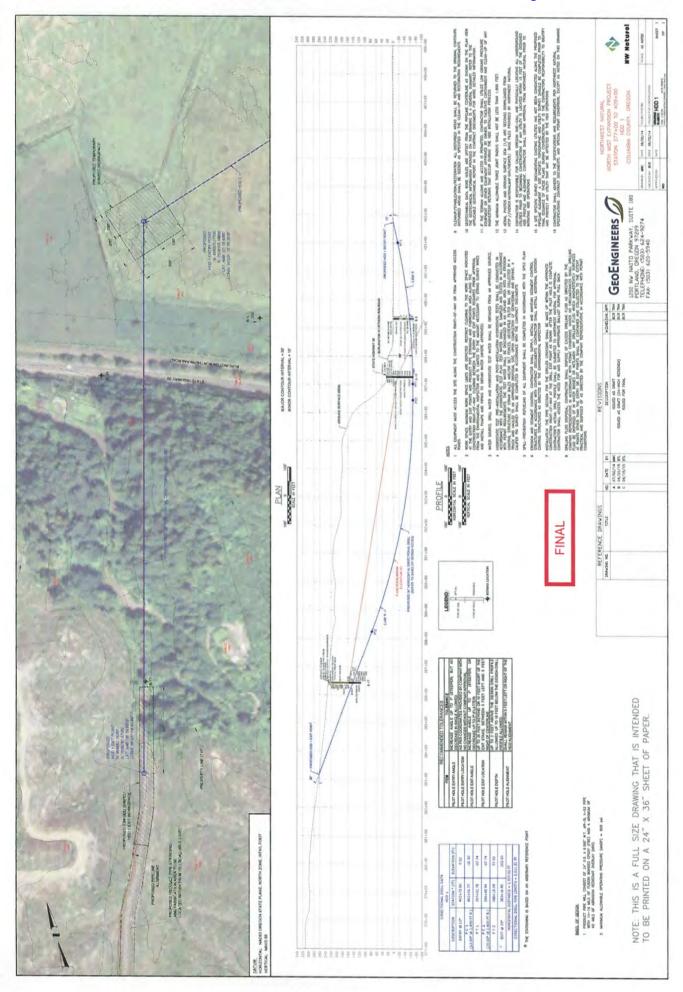


EXHIBIT 1 Page 8 of 15

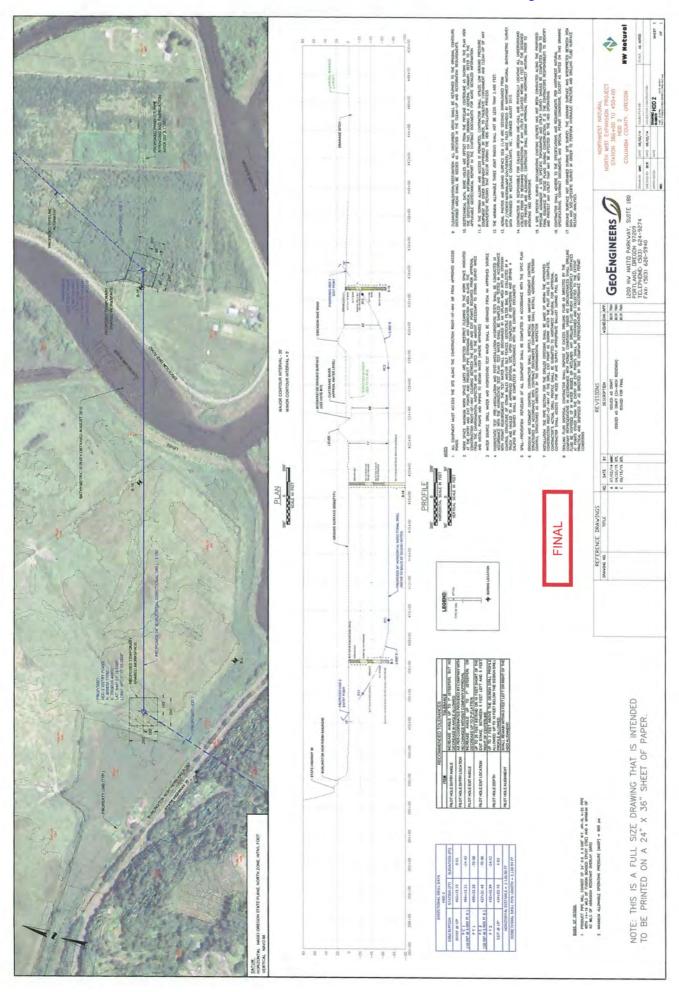


EXHIBIT 1 Page 9 of 15

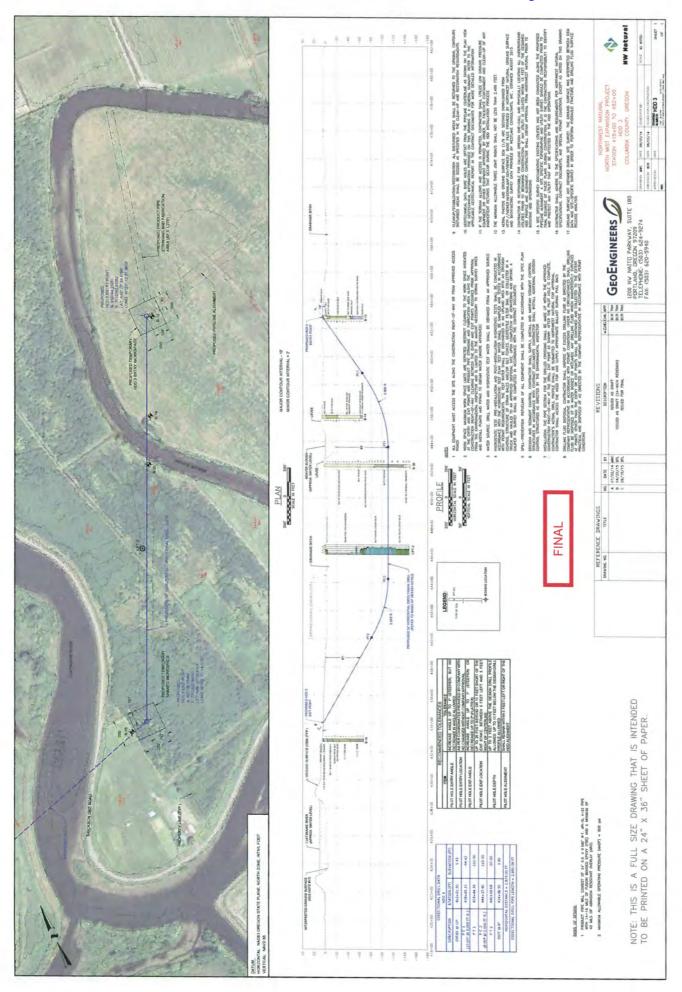


EXHIBIT 1 Page 10 of 15



EXHIBIT 1 Page 11 of 15

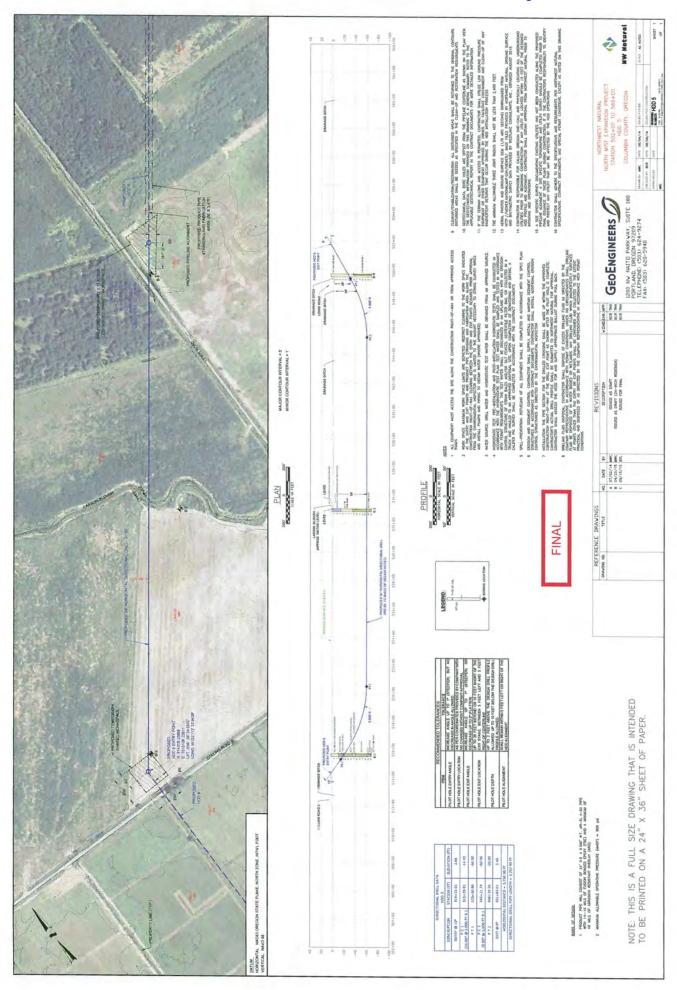


EXHIBIT 1 Page 12 of 15

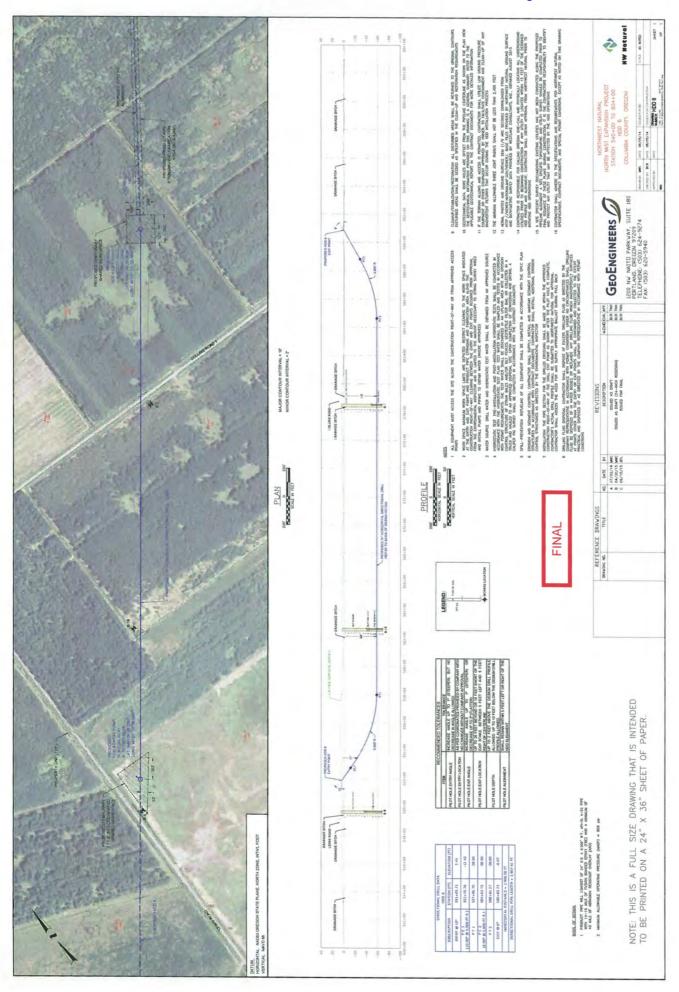


EXHIBIT 1 Page 13 of 15

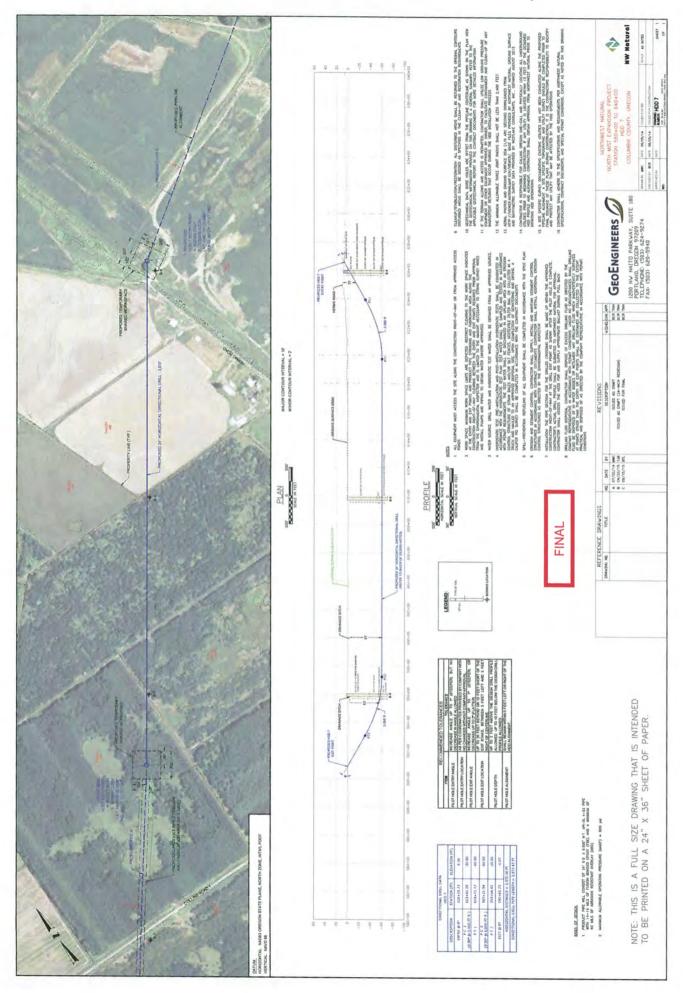


EXHIBIT 1 Page 14 of 15

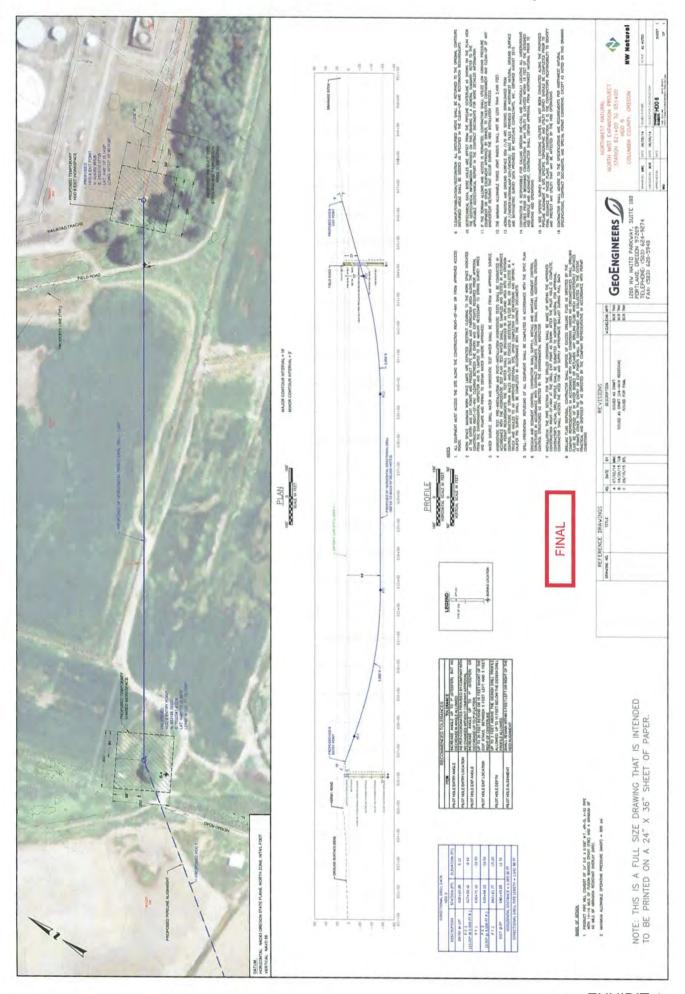


EXHIBIT 1 Page 15 of 15

BOND FOR RELEASE OF CONSTRUCTION LIEN (Pursuant to ORS §§ 87.076 - .088)

Lien Claimant's Name and Address:

The H.D.D. Company, Inc., a Corp. of Oregon 3161 Cameron Park, CA 95682-1028

Owner's Name and Address

Northwest Natural Gas Company 220 NW 2nd Ave. Portland, OR 97209

Portland General Electric Company 121 SW Salmon St. Portland, OR 97204

After recording, return to:

Lawrence A. Dany III David Baay Eversheds-Sutherland (US) LLP 1001 Fannin St #3700 Houston, TX 77002

Bond No. 346-142

COLUMBIA COUNTY, OREGON 2018-001397

Cnt=1 Pgs=19 HUSERB 02/16/2018 03:09:45 PM



I, Elizabeth E, Huser, County Clerk for Columbia County, Oregon certify that the instrument identified herein was recorded in the Clerk

Elizabeth E. Huser - County Clerk

KNOW ALL BY THESE PRESENTS that we, SNC-LAVALIN CONSTRUCTORS INC., as Principal, and NATIONAL UNION FIRE INSURANCE COMPANY OF PITTSBURGH, PA, as Surety, are held and firmly bound unto The H.D.D. Company, Inc., as Obligee, in the sum of Seven Million, Five Hundred Seventy Thousand, Six Hundred Seventy Nine and 19/100 DOLLARS (\$7,570,679.19) to the payment of which we bind ourselves, our heirs, executors and successors, jointly and severally.

The Obligee is the claimant under a certain claim of construction lien ("Lien") in the sum of Five Million, Forty Seven Thousand, One Hundred Nineteen and 46/100 DOLLARS (\$5,047,119.46) recorded on January 22, 2018, in the Records of Columbia County, Oregon, as Document No. 2018-00614, with respect to labor upon, or services for, or the transporting or furnishing of materials to be used in, and/or the renting of equipment used in the construction of an improvement commonly known as The North Mist Expansion Project, and situated upon certain land located in the County of Columbia, State or Oregon, which is the site of the improvement, as more fully described in Exhibit A, attached hereto and

incorporated herein by reference, and as set forth with particularity in the claim of Lien.

The Principal disputes the correctness or validity of such claim of Lien and desires to execute and record a bond to free the above described real property from the effect of the Lien and any action brought to foreclose it, pursuant to ORS §§ 87.076 - .088. This bond shall pay the amount of the claim and all costs and attorney fees that are awarded against the improvement or land on account of the Lien, if any, up to the penal limit of this bond.

If the Principal or any other person or entity shall pay the amount of the claim and all costs and attorney fees that are awarded against the improvement or land on account of the Lien, then this obligation shall be void. Otherwise, it shall remain in full force and effect.

DATED: January 30, 2018.

SNC-Lavalin Constructors Inc.

By

MELLOY BAKENNAME / Title PROJECT MANAGER

NATIONAL UNION FIRE INSURANCE COMPANY OF

PITTSBURGH, PA

By

Danielle M. Bechard - Attorney-in-Fact

POWER OF ATTORNEY

American Home Assurance Company National Union Fire Insurance Company of Pittsburgh, PA. Power No. 30370

Principal Bond Office, 175 Water Street, New York, NY 10038

No. 01-B-23777

KNOW ALL MEN BY THESE PRESENTS:

That American Home Assurance Company, a New York corporation, and National Union Fire Insurance Company of Pirisburgh, PA, a Pennsylvania corporation, does each hereby appoint

> -Jeannette Porrini, Stacy Rivera, Sue Saunders, Aiza Lopez, Danielle M. Bechard, Erin L. Kiernan, Aimec Perondine, Jennifer Garten, Melissa Stanton: of Hartford, Connecticut-

its true and lawful Attorney(s) in Fact, with full authority to execute on its behalf bonds, undertakings, recognizances and other contracts of indemnity and writings obligatory in the nature thereof, issued in the course of its business, and to bind the respective company thereby

IN WITNESS WHEREOF, American Home Assurance Company and National Union Fire Insurance Company of Pittsburgh, PA. have each executed these presents

this 25th day of May 2016



Michael C. Fay, Vice President

STATE OF NEW YORK COUNTY OF NEW YORK

On this 25th day of May 2016 before me came the above named officer of American Home Assurance Company and National Union Fire Insurance Company of Pittsburgh, PA., to me personally known to be the individual and officer described herein, and acknowledged that he executed the foregoing insturment and affixed the seals of said corporations thereto by authority of his office.

uliana Hallente

JULIANA HALLENBECK Notary Public - State of New York

No. 01HA6125671 Qualified in Bronx County My Commission Expires April 18, 2017

CERTIFICATE

Exerpts of Resolutions adopted by the Boards of Directors of American Home Assurance Company and National Union Fire Insurance Company of Pittsburgh,

"RESQLVED, that the Chairman of the Board, the President or any Vice President be, and hereby is, authorized to appoint Attorneys-in-Pact to represent and act for and on behalf of the Company to execute bonds, undertakings, recognizances and other contracts of indemity and writings obligatory in the nature thereof, and to attach thereto the corporate scal of the Company, in the transaction of its surety business;

"RESQLVED, that the signatures and attestations of such officers and the seal of the Company may be affixed to any such Power of Attorney or to any certificate relating thereto by facsimile, and any such Power of Attorney or certificate bearing such facsimile signatures or facsimile seal shall be valid and blinding upon the Company when so affixed with respect to any bond, undertaking, recognizance and other contract of indemnity and writing obligatory in the nature thereof;

'RESOLVED, that any such Attorney-in-Pact delivering a secretarial confidention that the foregoing resolutions still be in effect may insert in such certification the date thereof, said date to be not later than the date of delivery thereof by such Attorney-in-Fact."

I, Martin Bogue, Assistant Secretary of American Home Assurance Company and of National Union Fire Insurance Company of Pittsburgh, PA. do hereby certify that the foregoing exerpts of Resolutions adopted by the Bhards of Directors of these corporations, and the Powers of Attorney issued pursuant thereto, are true and correct, and that both the Resolutions and the Powers of Attorney are fit full force and effect.

IN WITNESS WHEREOF, I have hereunto set my hand and affixed the facsimile seal of each corporation



this 30 day of Janhann

Martin Bogue, Assistant Secretary

65166 (4/96)

EXHIBIT A

THE LAND REFERRED TO HEREIN BELOW IS SITUATED IN THE COUNTY OF COLUMBIA, STATE OF OREGON, AND IS DESCRIBED AS FOLLOWS:

The H.D.D. Company, Inc., a Corporation of Oregon 3161 Cameron Park Drive Suite 215 Cameron Park, CA 95682-1028

Llen Claimant

Northwest Natural Gas Company 220 NW 2nd Avenue Portland, Oregon 97209

Portland General Electric Company 121 SW Salmon Street Portland, Oregon 97204

Owner(s)

After recording, return to: Dan Gragg Selfer, Yeats, Zwierzynski & Gragg, LLP 121 SW Morrison St., Suite 1025 Portland, OR 97204

COLUMBIA COUNTY, OREGON 2018-00614 MR-CL 01/22/2018 04:22:00 PM Cnt=1 Pgs=14 HUSERB \$70.00 \$11.00 \$20.00

I, Elizabeth E. Huser, County Clerk for Columbia County, Oregon, certify that the instrument identified herein was recorded in the Clerk records.

Elizabeth E. Huser - County Clerk

First American Title Accommodation Recording Assumes No Liability

FATCO: NWA-1801-010

CLAIM OF CONSTRUCTION LIEN (Amount of Lien - \$5,047,119.46)

KNOW ALL PERSONS BY THESE PRESENTS, that The H.D.D. Company, Inc. a Corporation of Oregon, hereinafter called Claimant, has performed labor, transported and furnished materials and/or rented equipment under a contract between Claimant and SNC-Lavalin Constructors Inc., which was the owner's construction agent, general contractor, and/or entity having charge of the construction for that certain improvement commonly known as the North Mist Expansion Project ("the Project"), and situated upon certain land located in the County of Columbia, State of Oregon, which is the site of the improvement, all as more particularly described in Attachment A to this lien.

The name of the owners or reputed owners of the land, or other interest in the real property, are: Northwest Natural Gas Company and Portland General Electric Company.

The name of the owners or reputed owners of the improvement are: Northwest Natural Gas Company and Portland General Electric Company.

The names of the persons who employed Claimant, and to whom materials were furnished and for whom labor was performed and equipment rented, are SNC-Lavalin Constructors Inc.

The persons just named, at all times herein mentioned, had knowledge of the construction.

Claimant commenced performance of its contract on about July 1, 2017, provided and furnished all labor, materials and equipment required by the contract and actually used in the construction of the improvement, and completed the contract, change orders, and other directed additional work on about November 17, 2017, after which Claimant ceased to provide labor, transport or furnish materials and/or rent equipment for the improvement.

The following is a true statement of Claimant's demand after deducting all just credits and offsets, to wit:

The agreed and reasonable value of claimant's labor,

materials and equipment, and the contract price including change orders and proper extras is in the sum of \$5,960,252.29

Recording fees \$5,000

Total \$5,960,308.29

Less, all just credits and offsets \$913,188.83

Balance due claimant \$5,047,119.46*

(which includes labor in the amount of \$2,249,641.43, materials in the amount of \$918,829.22, and equipment of in the amount of \$1,872,757.94)

* Together with attorney fees and interest on the principal balance of \$5,047,119.46 at: (1) the rate of 18% per annum pursuant to ORS 701.625; (2) the rate of 12% per annum pursuant to ORS 701.420; or (3) the legal rate of 9% per annum from the date due until paid, whichever is greater.

Claimant claims a perfected lien for the amount last stated upon the improvement and upon the site, to wit: the improvement itself and the land upon which the improvement is constructed, together with the land that may be required for the convenient use and occupation of the improvement constructed on the site, to be determined by the court at the time of the foreclosure of this lien, including without limitation that portion of the Project consisting of the 16" natural gas pipeline and the associated HDPE and steel conduit for fiber optic cable, extending from the southern most point of HDD Crossing/Bore #1 to the northern most point of HDD Crossing/Bore #8, together with any and all right, title and interest of Northwest Natural Gas Company and/or Portland General Electric Company in the construction right-of-way, easement, or other property interest within which the pipeline and fiber optic cable are located.

Dated this 19:13 day of January, 2018

THE H.D.D. COMPANY, INC., A CORPORATION OF OREGON

By: love 16

Its: Vice President

STATE OF California)
County of El Dorado) ss.

I, Jeremy King, being first duly sworn, depose and say: I am the authorized representative of Claimant named in the foregoing instrument. I have knowledge of the facts set forth therein. All statements made in this instrument are true and correct as I verily believe.

Jerefry King

Subscribed and sworn to before me on the 1913 day of January, 2018 by Jeremy King.

WENDY BROOKE
COMM. #2142344
Figury Public - California El Dorado County
Comm. Espíres Feb 11, 2025

Notary Public for State 06 California My commission expires: Feb 11, 2020

JURAT

A notary public or other officer completing this certificate verifies only the identity of the individual who signed the document to which this certificate

is attached, and not the truthfulness, accurac	y, or validity of that document.
State of California	
County of El Dorado	
Subscribed and sworn to (or affirmed)	before me on this 19th day of January
20 18 by Jeremy King	
Vienay Brodle	WENDY BROOKE COMM. #2142344 Notary Public · California El Dorado County Comm. Expires Feb 11, 2020
Signature	(Seal)
OPTIONAL INFORMATION	INSTRUCTIONS
DESCRIPTION OF THE ATTACHED DOCUMENT Claim of Construction Lien (Title or description of attached document)	The wording of all Jurats completed in California after January 1, 2015 must be in the firms as set forth within this Jurat. There are no exceptions. If a Jurat to be completed does follow this form, the notary must correct the verbiage by using a jurat stamp containing correct wording or attaching a separate jurat form such as this one with does contain proper wording. In addition, the notary must require an oath or affirmation from document signer regarding the truthfulness of the contents of the document. If document must be signed AFTER the oath or affirmation. If the document was previously and the jurat process. State and county information must be the state and county where the

(Title or description of attached document continued)

Number of Pages_ Document Date

Additional information

- document signer(s) personally appeared before the notary public.
- . Date of notarization must be the date the signer(s) personally appeared which must also be the same date the jural process is
- Print the name(s) of the document signer(s) who personally appear at the time of notarization.
- Signature of the notary public must match the signature on file with the office of the county clerk.
- . The notary seal impression must be clear and photographically reproducible. Impression must not cover text or lines, If seal impression smudges, re-seal if a sufficient area permits, otherwise complete a different jurat form.
 - Additional information is not required but could help to ensure this jurat is not misused or attached to a different document.
 - Indicate title or type of attached document, number of pages and date.
- Securely attach this document to the signed document with a staple.

Y'S Law amendary on your trop to the

ATTACHMENT A

Claim of Construction Lien of The HDD Company, Inc.

North Mist Expansion Project

General Description of the Improvement and Work Performed by Claimant: The North Mist Expansion Project ("the Project") is generally described as construction of a new natural gas compressor station and an approximately 13 mile long natural gas transmission pipeline to connect the new compressor station with the Portland General Electric (PGE) Port Westward Industrial Park, north of Clatskanie. Claimant furnished labor, equipment and materials used in the construction of the pipeline portion of the Project, more specifically labor, equipment and materials to drill and install by horizontal directional drilling approximately 24,852 feet of 16" steel pipe for conveyance of natural gas, together with associated HDPE and steel conduit for fiber optic cable, at eight separate locations along the pipeline route.

Location of the Eight Crossings Installed by Claimant by directional drilling: The entry and exit points for each of the eight crossings constructed by Claimant are stated below.

HDD Crossing/Bore #1

Entry LAT. N46* 07'18.4386"

LONG. W123* 13'56.2638"

N. 906833.77580

E. 7509335.48600

Exit LAT.N46* 06'59.6953"

LONG. W123* 14'02.9917"

N. 904952.15267

E. 7508797.57950

Length 1,957' (approximate)

HDD Crossing/Bore #2

Entry LAT. N46* 07'18.4386"

LONG. W123* 13'56.2638"

N. 906833.77580

E. 7509335.48600

Exit

LAT. N46* 07'28.4224"

LONG. W123* 13'14.2133"

N. 907744.64817

E. 7512330.01627

Length 3,130' (approximate)

HDD Crossing/Bore #3

Entry LAT. N46* 07'54.4786"

LONG, W123* 12'57.9613"

N. 910344.21281

E. 7513562,87382

Exit LAT. N46* 07'28.4324"

LONG. W123* 13'14.1715" N. 907745.55448 E. 7512332.99583 Length 2.875' (approximate)

HDD Crossing/Bore #4

Entry LAT. N46* 07'58.1397"

LONG, W123* 12'37.9562"

N. 910667,57145

E. 7514983.49189

Exit LAT. N46* 08'34.5155"

LONG, W123* 12'38.0153"

N. 914350.63490

E. 7515102.94312

Length 3,685' (approximate)

HDD Crossing/Bore #5

Entry LAT. N46* 08'34.5933"

LONG. W123* 12'37.9439"

N. 914358.33868

E. 7515108.22611

Exit LAT. N46* 09'04.2077"

LONG, W123* 12'05.9899"

N. 917281.36516

E. 7517457.35707

Length 3,750' (approximate)

HDD Crossing/Bore #6

Entry LAT, N46* 09'04.2292"

LONG. W123* 12'05.9667"

N. 917283.48741

E. 7517459.06265

Exit LAT. N46* 09'35.0629"

LONG. W123* 11'32.7965"

N. 920327.39242

E. 7519897.22636

Length 3,900' (approximate)

HDD Crossing/Bore #7

Entry LAT. N46* 10'03.9493"

LONG. W123* 11'03.7462"

N. 923184.07027

E. 7522038.32226

Exit LAT. N46* 09'35.0629"

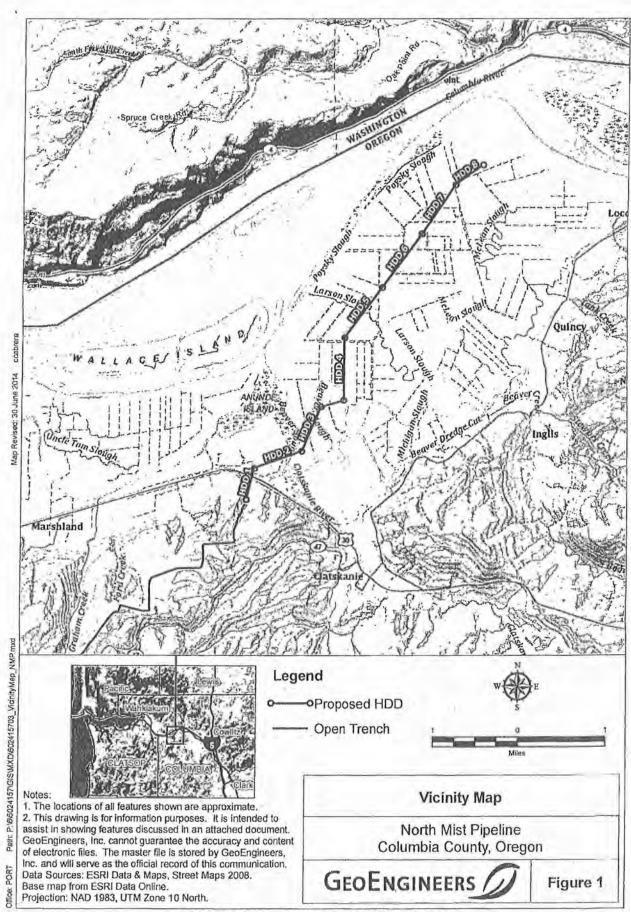
LONG. W123* 11'32.7965" N. 920327.39242 E. 7519897.22636 Length 3,570' (approximate)

HDD Crossing/Bore #8

Entry LAT. N46* 10'03.9910"
LONG. W123* 11'03.7042"
N. 923188.19302
E. 7522041.41204
Exit LAT. N46* 10'15.1410"
LONG. W123* 10'40.5129"
N. 924262.95528
E. 7523710.27725
Length 1,985' (approximate)

At the location of each HDD crossing/bore, the 16" steel natural gas pipeline and the associated HDPE and the steel conduit for fiber optic cable extend in approximately a straight line between the entry point to the exit point at various depths, within a 10' construction right-of-way, easement, or other property interest owned or acquired by Northwest Natural Gas Company and/or Portland General Electric Company.

The locations of the Project and the eight HDD crossings/bores constructed by Claimant are further identified in the drawingsattached hereto and identified as Exhibit 1 to this Attachment A.



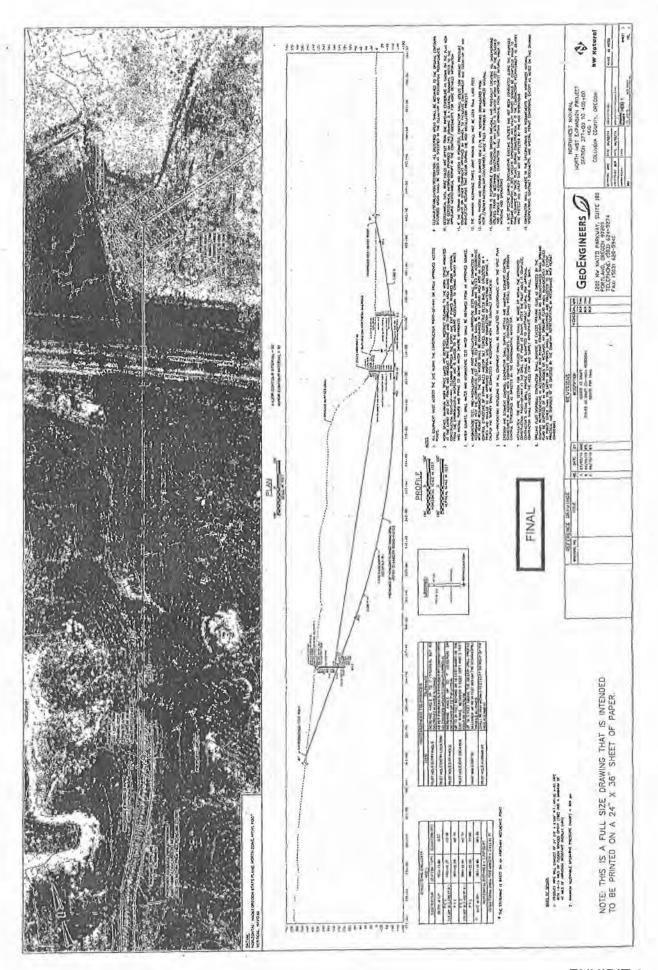


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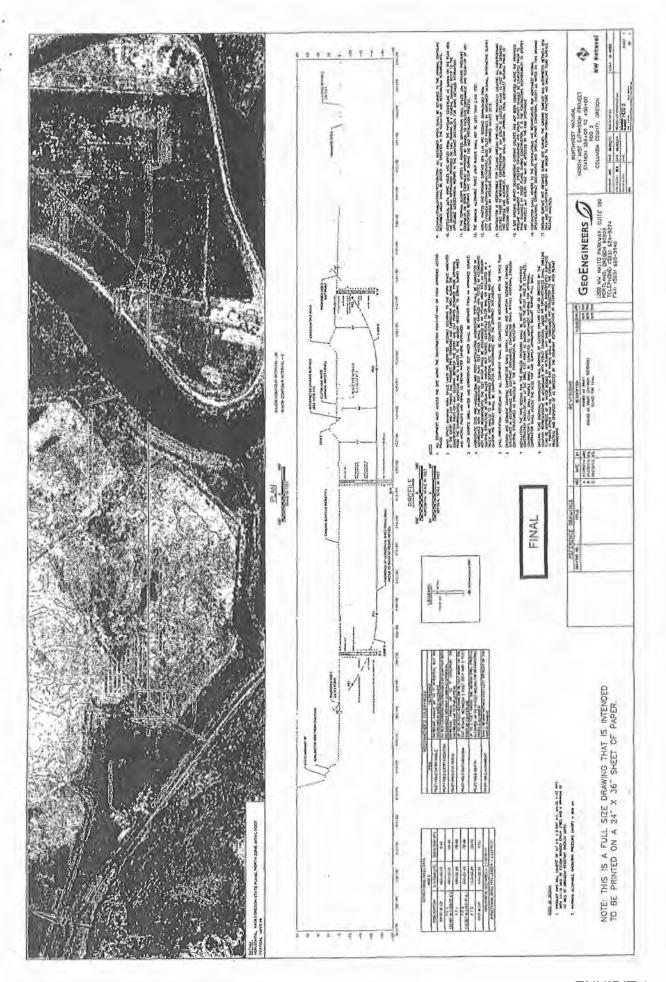


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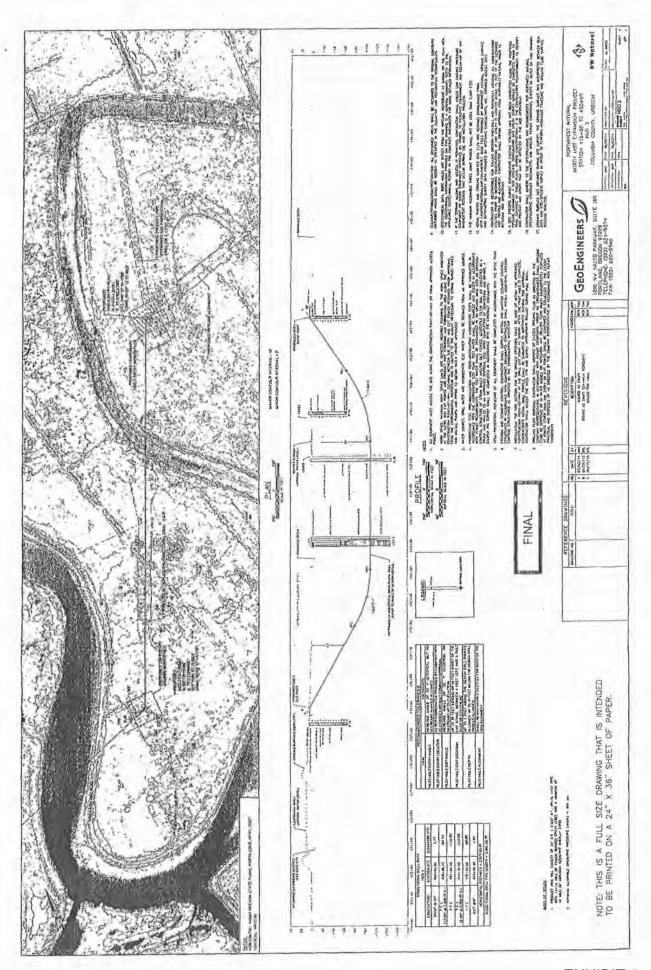


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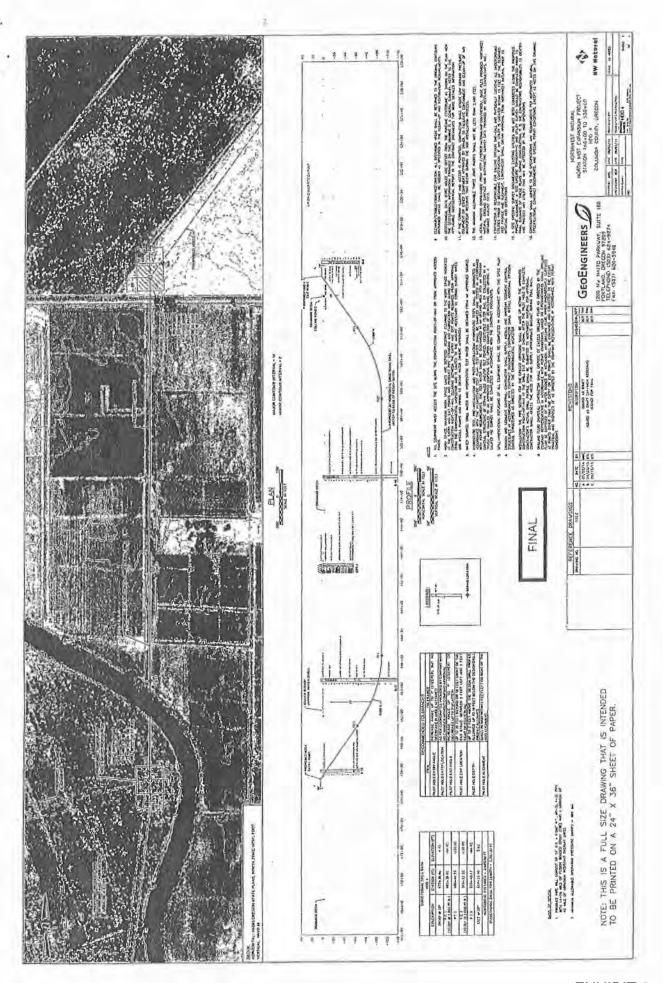


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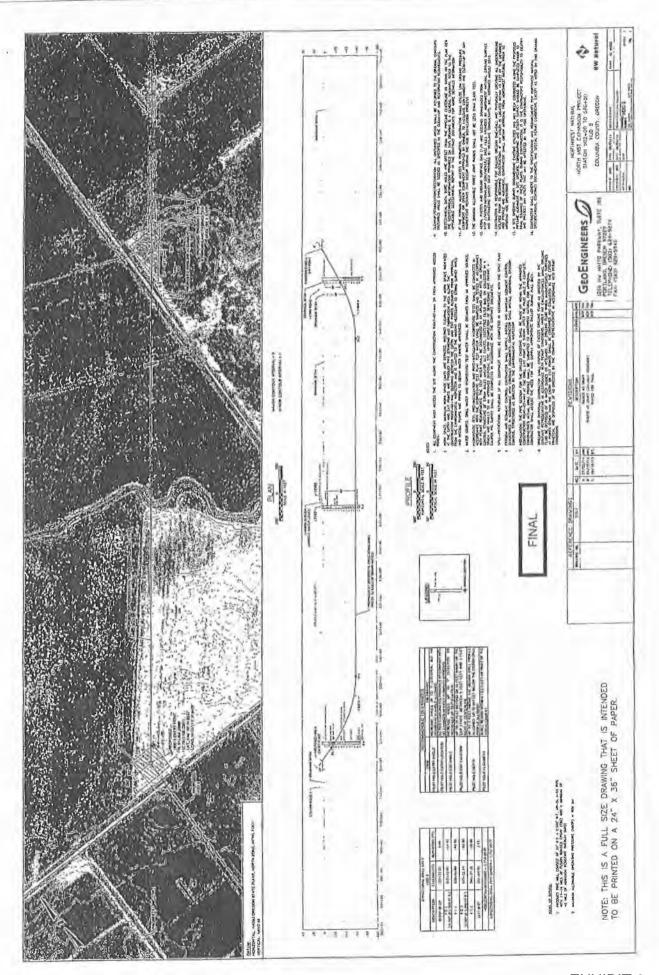


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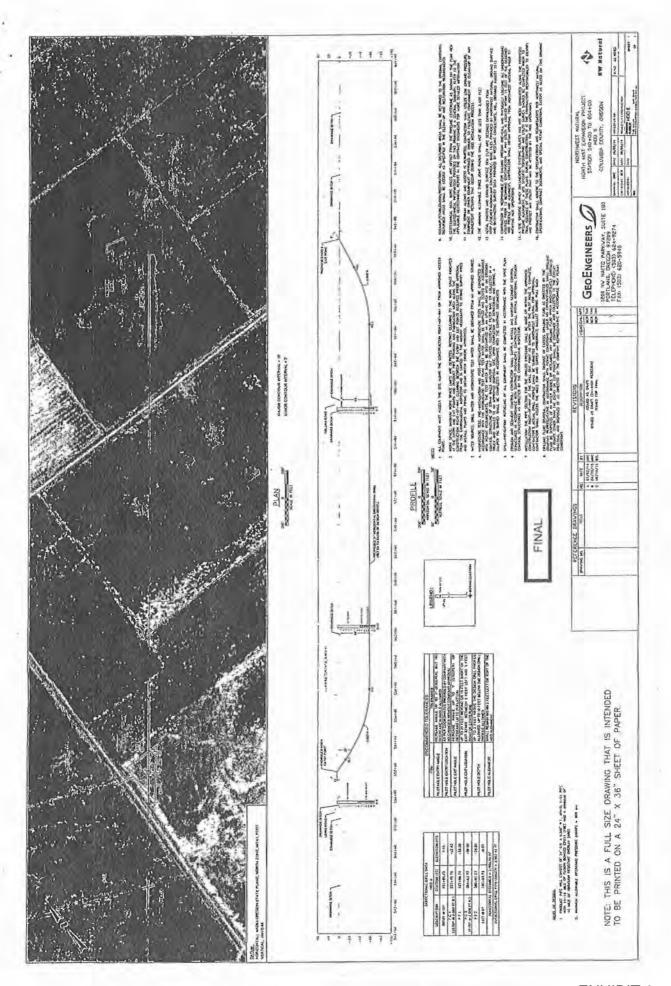


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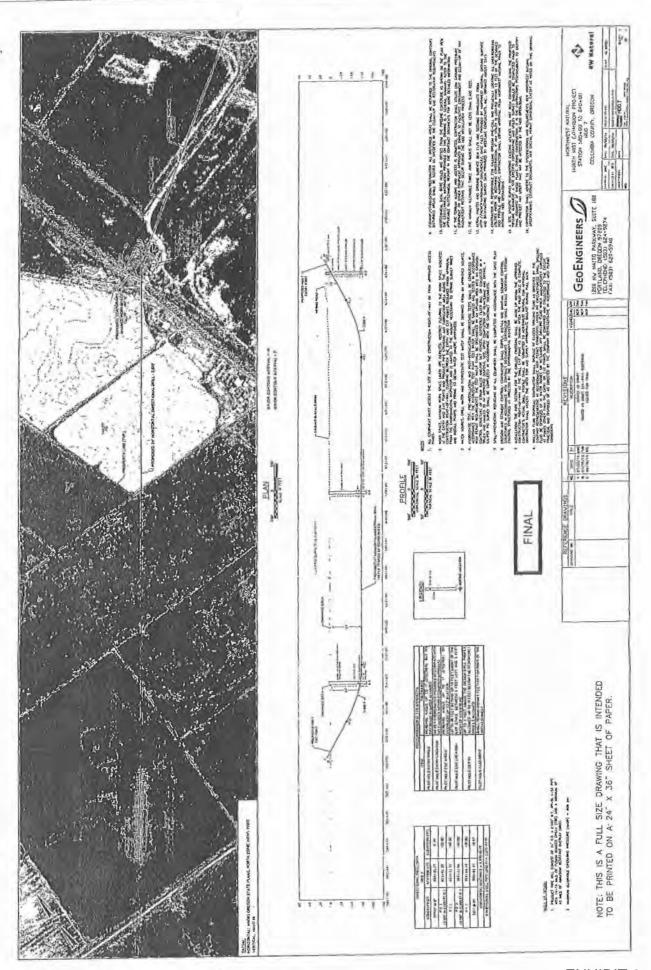


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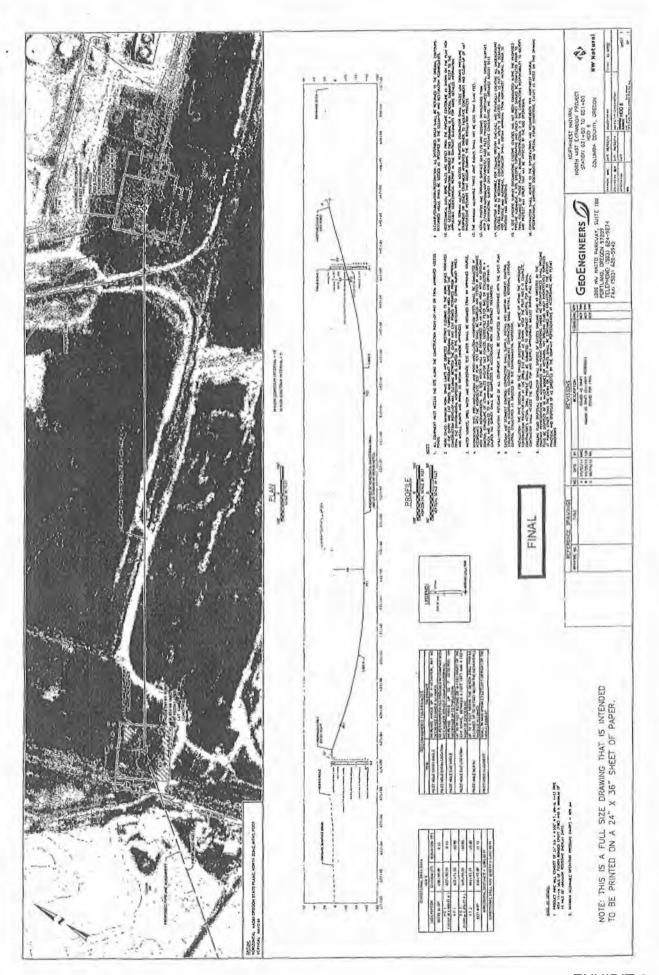


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